FORM MR-SMO (Revised 7/87)

I.

For Division Use:

File No.:

Date Received:

DOGM Lead:

FILAS

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
(801) 538-5340

NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

Based on Provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, General Rules and Regulations and Rules of Practice and Procedures, By Order of the Board of Oil, Gas and Mining.

"Small mining operations" means mining operations which disturb or will disturb five or less surface acres at any given time.

GENE	RAL INFORMATION	(Rule R613-00	4–104)			
1.	Name of Claim/M	ine: Jack #	+4, vmc 2	92493, T.1	55 R.10E	
	Name of Claim/M		SLM, U	t. sec 31:	SE 4	
2.	Name of Company	/Operator:	S MINING	COMPANY,	INC.	
	Address: 1830 City: Price	S	tate: Utal			
	Telephone Numbe	r: (<u>801)</u> 63	1-2032			
	Project Locatio					
	bon					
	County Ownership of la		Range	Section	1/4,1/4 Sec	tion
5.	Ownership of La	no Surrace:				
Priv	ate (Fee) _	Public Domain	(BLM) <u>₹</u>	National Fo	rest (USFS)	1_1
State	e of Utah _	Other:				
6.	Mineral(s) to b	e Mined:	rold Silver			
7.	Ownership of Mi	nerals:		1		
Priv	ate (Fee) _	Public Domain	(BLM) _	National Fo	rest (USFS)	ΙΞΙ
Stat	e of Utah _	Other:				

8.	Have	the	above	owners	been	notified	in	writing?	IX	Yes		No
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9. Does the operator have legal right to enter and conduct mining operations on the land covered by this notice? $|\overline{X}|$ Yes | No

II. MAP(S) (Rule R613-004-105)

<u>Base Map - A</u> true and correct topographic base map showing the location of the proposed operation must be submitted with this Notice. The scale should be approximately 1 inch = 2,000 feet (preferably a USGS 7.5 minute series or equivalent topographic map (where available).

III. OPERATION PLAN (Rule R613-004-106)

1.	Type of	mining:	Surface	X	Underground	1_1	

Provide a brief descrip processing facilities.	Please see	roposed mining op attached lett	eration and on-site ELM

IV. OPERATION AND RECLAMATION PRACTICES (Rule R613-004-107 & -109)

The reclamation and operation obligation is to keep the area cleaned up and in a workmanlike condition, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover (as compared to adjacent areas). To accomplish this, the operator will need to do the following work concurrently, or at completion (within one (1) year) of mining:

- 1. Keep mining operation in a safe, clean, and environmentally stable condition.
- Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
- 3. Plug or cap all drill holes.
- Construct berms, fences, or barriers, when needed, above highwalls and excavations.
- Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
- Keep natural stream channels unobstructed and clear of waste and debris.
- 7. Clean up the area by disposing of trash, scrap metal, wood, machinery, and buildings.
- 8. Conduct mining activities so as to minimize erosion and control sediment.

- 9. Reclaim all roads that are not part of a permanent transportation system.
- 10. Stockpile topsoil and suitable overburden prior to mining.
- 11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- 12. Properly prepare seedbed to a depth of six inches by ripping, discing, or harrowing.
- 13. Reseed disturbed areas with adaptable species. (The Division recommends seeding 20 lbs./acre of native and introduced species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- 14. Plant the seed with a rangeland or farm drill, or if broadcast seeded, harrow or rake the seed 1/4-1/2 inch into the soil fall is the preferred time to seed. (The Division also recommends broadcast fertilization at the time of seeding of 200 lbs./acre of diammonium phosphate 18-46-0.)

١.	VARIANCE REQUEST	(Rule R613-004-110)
	Yes No	
	R613-004-109, Rec	tions from Rules R613-004-107, Operation Practices, or lamation Practices, as summarized above, should be and justification given for the variance request(s).
	<u>Items Numbers</u>	Variance Request Justification

VI. SIGNATURE REQUIREMENT

I hereby commit to the reclamation of the aforementioned small mining operation as required by the Utah Mined Land Reclamation Act (40-8) and rules specified by the Board of Oil, Gas and Mining.

TELEPHONE: (213) 277-8121 TELECOPIER: (213) 277-3280 TELEX: 271631 FW UR MINING COMPANY, INC

Date: 9/29/87

MICHAEL I. FRIEDLANDER

ATTORNEY AT LAW

10100 SANTA MONICA BLVD.
SUITE 2600 • CENTURY CITY
LOS ANGELES, CA 90067

Telephone (801) 637-2832

August 28, 1987

United States Dept. of the Interior
Bureau of Land Management
Moab District
Price River Resource Area
P.O. Drawer AB
Price, Utah 84501

Notice of Mining Operations (43 CFR ChII Section 3809)

Dear Sir:

Notice is hereby given that Sunny Day, Inc., a Nevada corporation and mining claimant in this matter, and U.S. Mining Company, Inc., a Utah corporation, its duly authorized agent and operator, plan certain mining activities in disturbance of 5 acres or less on the mining claim referred to below. This notice is given as required because of the contemplated use of motorized vehicles to remove mineralized or from the project site.

Pursuant to Section 3809.1-3 (c), the following information is provided:

- (1) The address of Sunny Day, Inc. is 316 California Ave., #1311, Reno, Nevada 89509. The address of this corporation is that indicated on the letterhead of this letter.
- (2) The mining claim upon which the abovementioned mining activities shall take place is Jack #4, UMC 292493, T.15S, R.10 E., SLM, Ut., Sec. 31: SE4.

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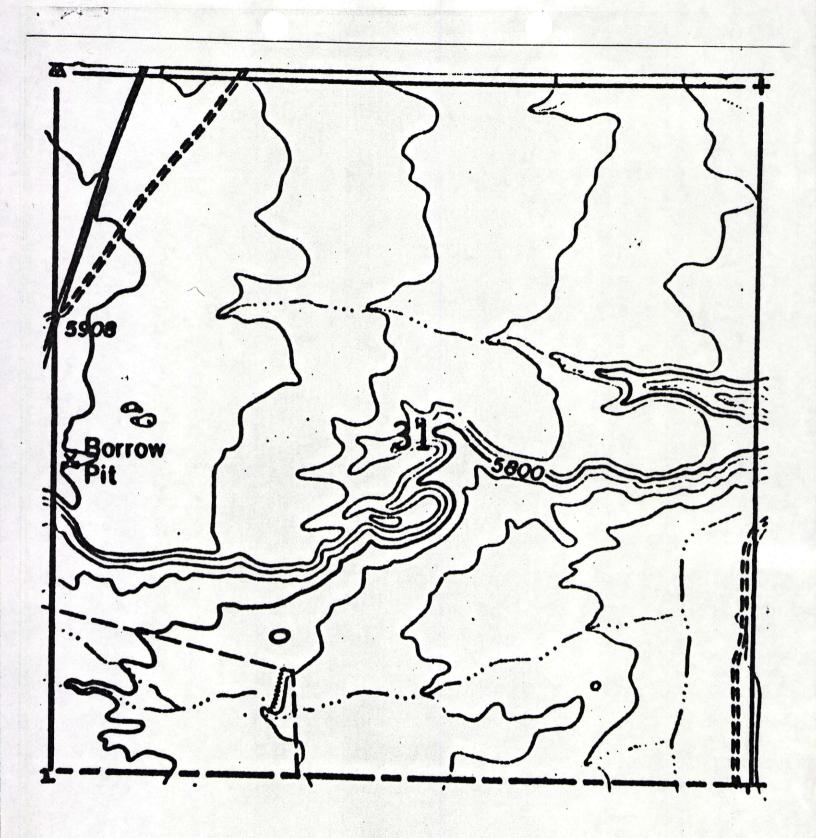
- (3) It is our intention either to use an existing access path to the site or to make another less steep access path which will follow the natural contours of the land. This exist-access path, or the contemplated path, is or will be within 20 yards of an existing road. The precise location can be identified by a pile of ore which appears to be the result of prior work performed on the property by others. If we decide to make another less steep access to the site, such access will be the minimum width needed to allow a D-7 Bulldozer, a 950 Cat Wheel Loader and a Bellydump truck to reach the site. This access might require cuts on the inside edge in excess of 3 feet. We propose to commence these activities 15 calendar days from the date of this notice. At this stage, we intend to remove sufficient ore to adequately test the pilot facility we have installed at our premises.
- (4) Reclamation of all areas disturbed will be completed to the standard described in Section 3809.1-3 (d) and that all reasonable measures will be taken to prevent unnecessary or undue degredation of the federal Lands during operations.

Finally, no exploives or toxic materials will be used either during the period of this Notice or at all. It is the desire of all concerned to remain within the guidelines of policy as stated within the abovementioned regulations. If you have any questions, please let me know. Kind regards.

U.S. MINING COMPANY, INC.

Leonard S. Wynters

President



U.S. MINING COMPANY, INC. 1830 N. 1500 W., CARBONVILLE ROAD P.O.BOX 886 PRICE, UTAH 84501-0886 (801) 637-2832